GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4226
ANSWERED ON:18.08.2000
OUTSTANDING I.T. AGAINST FIVE STAR HOTELS
NIVEDITA MANE

Will the Minister of FINANCE be pleased to state:

(a) the number and names of 5 Star Hotels in MetropolitanCities which owe Income Tax,indicating amount of I. T. to Government during the last three years ; and

(b) the steps taken by the Government to recover the arrears of income tax from them ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI V. DHANANJAYA KUMAR)

(a) Ten Five Star Hotels in four metropolitan cities owed Income Tax to the Government as on 31.3.2000.

The details of outstanding arrears of Income Tax in these cases are given in the Annexure.

(b) The recovery of tax is a continuous process involving detailed statutory procedures. These include charging of interest, levy of penalty, attachment of bank accounts, attachment and sale of movable and immovable properties, etc. Periodical review and monitoring of cases involving high demands are made by higher authorities on a continuous basis and necessary instructions are issued from time to time for effecting the recovery of taxes.

ANNEXURE TO LOK SABHA UNSTARRED QUESTION NO. 4226 TO BE ANSWERED ON 18.8.2000.

(Rs.inlakhs)

Sl. No.	Name of Business entity/Hotel.	Arrear demand as on 31.3.98	Arrear demand as on 31.3.99	Arrear demand as on 31.3.2000	Remarks.
1.	Indian Hotels Ltd. Mumbai.	1512.00	7564.00	10053.00	Demand is being adjusted against refunds arising for A.Y. 93-94 & 1999-2000 which will bring the demand to nil.
2.	Sun-N-Sand Hotel Mumbai.	49.06	138.25	181.64	Demand reduced to nil after giving effect to appellate order.
3.	Piem Hotels Ltd. (Hotel President,Mumbai)	Nil	Nil	188.47	Refund of Rs. 188 lakhs is being adjusted against this demand.
4.	Elel Hotels & Investments Ltd.,	Nil	384.09	403.09	Recovery in progress. Hotel is non functional as the

Mumbai.					Building was damaged in 1992 Bomb blast.
5.	M/s. Asian Hotels, New Delhi.	Nil	278.00	303.00	Refund of Rs.212 lakhs has already adjusted. Balance demand is being pursued.
6.	M/s. CHL Ltd. (Hotel Surya Western, (New Delhi)	Nil	Nil	119.00	Cheque of Rs.35 lakhs has been received on 2.8.2000. The balance demand stayed till 31.12.2000.
7	M/s. ITC Ltd, (Hotel Maurya Sheraton,New Delhi)	521.63	Nil	7592.78	This is the demand of group as a whole and all the arrears may not be attributable to Hotel Business. Recovery proceedings are in progress.
8.	Park Hotel Ltd. Calcutta	Nil	Nil	35.80	The demand is being adjusted against the refund due.
9.	Apeejay Surrendra Park Hotels Ltd., New Delhi.	Nil	34.79	51.72	The demand is being adjusted against the refund due.
10.	M/s. Oriental Hotels (P) Ltd.(Hotel Taj Coromondel, Chennai.)	Nil	172.84	38.05	The total demand has been adjusted against the refund due.